

**Amendments to the Specification**

Please replace the paragraph beginning on page 28, line 2, with the following rewritten paragraph:

--A method ~~is disclosed~~ for selectively adjusting the resolution levels or the quality levels of digital images stored in a memory of a digital camera having a predetermined memory space. ~~The method~~ includes capturing a first image and storing the captured first image at a specific resolution level or quality level. The resolution level or quality level of the stored first image is adjusted based on the available memory space in the digital camera memory so that a subsequent captured image can be stored. A subsequent image is then captured, and the captured subsequent image is stored with the adjusted first image.--